

CITY OF EFFINGHAM, KANSAS

REGULATORY BASIS FINANCIAL STATEMENTS

For the year ended December 31, 2014

And

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS

...***KL***...

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CITY OF EFFINGHAM, KANSAS

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditor's Report on Financial Statements	1-3
Statement 1	
Summary Statement of Receipts, Expenditures and Unencumbered Cash	4
Notes to Financial Statements	5-12
Schedule 1	
Summary of Expenditures - Actual and Budget	13
Schedule 2	
Schedule of Receipts and Expenditures - Actual and Budget	
General Fund	14
Fire Equipment Fund	15
Employee Benefit Fund	16
Streets Fund	17
Library Fund	18
Fire Station Fund	19
Water Utility Fund	20
Sewer Utility Fund	21
Pool Fund	22
Schedule 3	
Bond and Interest Fund	23
Schedule 4	
Statement of Cash Receipts and Expenditures - Nonbudgeted Funds	
Library Component Unit	24



Karlin & Long, LLC
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS

The Honorable Mayor and City Council
P.O. Box 94
Effingham, Kansas 66023

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Effingham, Kansas ("Municipal Financial Reporting Entity") as of and for the year ended December 31, 2014, and the related notes to the financial statement.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1 to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statement, the financial statement is prepared by the “Municipal Financial Reporting Entity” to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the “Municipal Financial Reporting Entity” as of December 31, 2014, or changes in financial position and cash flows thereof for the year then ended.

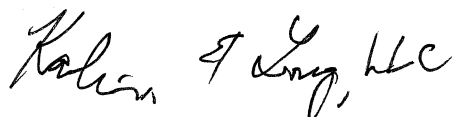
Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Effingham (“Municipal Financial Reporting Entity”) as of December 31, 2014, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

Report on Supplementary Information

Our audit was conducted for the purpose of forming opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget and individual fund schedules of regulatory basis receipts and expenditures-actual and budget (Schedules 1, 2, and 3 as listed in the table of contents) are presented for analysis and are not a required part of the 2014 basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and

other records used to prepare the 2014 basic financial statement. The 2014 information has been subjected to the auditing procedures applied in the audit of the 2014 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2014 basic financial statement or to the 2014 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the 2014 basic financial statement as a whole, on the basis of accounting described in Note 1.

A handwritten signature in black ink that reads "Karlin & Long, LLC". The script is cursive and fluid, with the letters "K", "L", and "C" being particularly prominent.

Karlin & Long, LLC
Certified Public Accountants

Lenexa, KS
June 30, 2015

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds							
General	\$ 82,549	\$ 0	\$ 232,479	\$ 215,866	\$ 99,162	\$ 0	\$ 99,162
Special Purpose Funds							
Fire Equipment	0	0	1,433	0	1,433	0	1,433
Employee Benefits	0	0	34,982	34,982	0	0	0
Streets	93,272	0	56,832	59,406	90,698	0	90,698
Library	0	0	13,564	13,564	0	0	0
Fire station	3,864	0	4,665	269	8,260	0	8,260
Sewer Improvement	0	0	0	0	0	0	0
Bond & Interest Fund							
Bond & Interest	1,982	0	29,894	28,590	3,286	0	3,286
Capital Projects							
Pool	4,128	0	2,249	1,442	4,935	0	4,935
Business Funds:							
Water Utility	236,234	0	141,373	150,718	226,889	0	226,889
Sewer Utility	166,581	0	75,717	89,228	153,070	0	153,070
Pool	200	0	72,062	71,180	1,082	0	1,082
Related Municipal Entity							
Library	3,858	0	30,805	31,710	2,953	0	2,953
Total Reporting Entity	\$ 592,668	\$ 0	\$ 696,055	\$ 696,955	\$ 591,768	\$ 0	\$ 591,768
Composition of Cash							
							\$ 173,400
							415,415
							2,953
							\$ 591,768

4

CITY OF EFFINGHAM, KANSAS

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies

Financial Reporting Entity

The City of Effingham, Kansas is a municipal corporation governed by an elected six member council. The city as an entity has been defined to include, on a combined basis, (a) the city (b) organizations for which the City of Effingham is fiscally accountable, and (c) other organizations for which the nature and significance of their relationship with the city are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The related entity is included in the City's reporting entity because they were established to benefit the City and/or its constituents.

Effingham Community Library

The Effingham Community Library operates the City's public library. The City annually levies a tax for the Library. The accounting policies of the Effingham Community Library are the same as those of the City. The complete financial records of the Effingham Community Library may be viewed at the city offices at City Hall, Effingham, Kansas 66203.

Regulatory Basis Fund Types

General Fund – The chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose Funds - Used to account for the proceeds of specific tax levies and other specific revenue sources (other than major capital projects and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest Fund – Used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Business Funds – funds financed in whole or in part by fees charged to users of the goods or services (i.e. water fund, sewer fund, etc.)

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each

CITY OF EFFINGHAM, KANSAS

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies (Continued)

fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt. Accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

Reimbursed Expenses

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria: 1) the related disbursement was made in the current year on behalf of the payee, 2) the item paid for was directly identifiable as having been used by or provided to the payee, and 3) the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

Budgetary Information

Kansas Statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

CITY OF EFFINGHAM, KANSAS

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies (Continued)

Budgetary Information (continued)

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. No budgets amendments were noted for the current year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting in which regulatory receipts are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances with disbursements being adjusted for the prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital projects funds, trust funds and the following special purpose funds: 1) Capital Improvement Fund, 2) Equipment Reserve Fund.

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

NOTE 2 – Stewardship, Compliance and Accountability

Compliance with Kansas Statutes

We noted no violations of Kansas Statutes for the period under audit

CITY OF EFFINGHAM, KANSAS

NOTES TO FINANCIAL STATEMENTS

NOTE 3 – Deposits and Investments

K.S.A. 9-1401 establishes the depositories which may be used by the government. The statute requires banks eligible to hold the government's funds have a main or branch bank in the county in which the government is located and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The government has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the government's investments of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The government has no investment policy that would further limit its investment choices.

Concentration of Credit Risk

State statutes place no limit on the amount the government may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and K.S.A. 9-1405.

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. State statutes require the government's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at December 31, 2012.

At December 31, 2014, the government's carrying amount of deposits was \$ 591,768 and the bank balance was \$ 593,925. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$250,000 was covered by federal depository insurance. Of the remaining balance, \$ 343,925 was collateralized with securities held by the pledging financial institutions' agents in the government's name.

Custodial Credit Risk – Investments

For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

CITY OF EFFINGHAM, KANSAS

NOTES TO FINANCIAL STATEMENTS

NOTE 4 – Defined Benefit Pension Plan

Plan Description – The City of Effingham, Kansas participates in the Kansas Public Employees Retirement System (KPERS), a cost sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S. Kansas; Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy – K.S.A. 74-4919 and K.S.A. 74-4921 establishes the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS has two benefit structures and funding depending on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate of 5% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. The employer collects and remits member-employee contributions according to the provisions of Section 414 (h) of the Internal Revenue Code. Kansas law provides that the employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates.

NOTE 5 – Other Long Term Obligations from Operations

Other Post Employment Benefits

As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the city is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the city makes health care available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

CITY OF EFFINGHAM, KANSAS

NOTES TO FINANCIAL STATEMENTS

NOTE 5 – Other Long Term Obligations from Operations

Compensated Absences

Sick leave is available to all full time employees of the City and accrues at the rate of 10 days per year. Vacation leave is available for full time employees and is based on the number of years of service. One to three years of service employees receive one week of vacation. Four to fifteen years of service employees receive two weeks of vacation. Sixteen to twenty years of service employees receive three weeks of vacation. Employees with more than twenty years of service receive four weeks of vacation. Part time employees accrue sick leave at a rate of five days per year. No vacation time is given for part time employees. Payment is received by terminating employees with unused vacation or sick leave. The City has not computed or recorded this potential liability.

NOTE 6 – Claims and Judgments

The City participates in federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. As of June 30, 2015, grant expenditures have not been audited, but the City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the City.

The City is exposed to various risks of loss related to limited torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employee; and natural disasters. The City has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2013 to 2014 and there were no settlements that exceeded insurance coverage in the past three years.

During the ordinary course of its operations the City is a party to various claims, legal actions and complaints. It is the opinion of the City's management and legal counsel that these matters are not anticipated to have a material financial impact on the City.

CITY OF EFFINGHAM, KANSAS

NOTES TO FINANCIAL STATEMENTS

NOTE 7 – Interfund Transactions

Operating transfers were as follows:

From	To	Statutory Authority	Amount
Sewer	Pool	K.S.A. 12-825d	8,000
General	Pool	K.S.A. 79-2526	35,000
Water	Pool	K.S.A. 12-825d	16,797
Water	General	K.S.A. 12-825d	10,000
Sewer	General	K.S.A. 12-825d	20,000

NOTE 8 – Subsequent Events Review

Subsequent events for management's review have been evaluated through June 30, 2015. The date in the prior sentence is the date the financial statements were available to be issued.

NOTE 9 – Long Term Debt

The schedule of long term debt and current maturities for the next five years is detailed in the following schedule.

CITY OF EFFINGHAM, KANSAS

NOTES TO FINANCIAL STATEMENTS

Note 9 - Long Term Debt

Changes in long-term liabilities for the City for the year ended December 31, 2014 were as follows:

Issue	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
General Obligation Bonds Street Improvements	3.47%	3/1/04	\$ 245,314	9/1/14	\$ 30,000	\$	\$ 30,000	\$ (30,000)	\$ 0	\$ 1,125
Revenue Bond Pool	3.75%-5.5%	12/2/08	565,000	10/15/29	505,000		20,000	(20,000)	485,000	25,425
KDHE Loan:										
Kansas Water Pollution Control Revolving Fund # 2461	3.00%	4/17/07	741,000	4/17/27	616,198		32,126	(32,126)	584,072	18,490
Kansas Water Pollution Control Revolving Fund # 131801	2.90%	8/23/99	218,300	8/31/20	87,808		11,385	(11,385)	76,423	2,499
Total Long Term Debt					\$ 1,239,006	\$ 0	\$ 93,511	\$ (93,511)	\$ 1,145,495	\$ 47,539
Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:										
		2015	2016	2017	2018	2019	2020-2024	2025-2029	Total	
Principal										
General Obligation Bonds	\$ 20,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 160,000	\$ 205,000	\$ 485,000	
Special Assessment Bonds									0	
Certificates of Participation									0	
Capital Leases									0	
KDHE Notes	44,996	46,344	47,732	49,162	50,635	50,635	219,275	202,351	660,495	
No-Fund Warrants									0	
Temporary Notes									0	
Total Principal	64,996	71,344	72,732	74,162	75,635	75,635	379,275	407,351	1,145,495	
Interest										
General Obligation Bonds	24,675	23,775	22,650	21,525	20,400	20,400	81,125	35,200	229,350	
Special Assessment Bonds									0	
Certificates of Participation									0	
Capital Leases									0	
KDHE Notes	19,401	18,053	16,664	15,234	13,762	13,762	47,935	14,856	145,905	
No-Fund Warrants									0	
Temporary Notes									0	
Total Interest	44,076	41,828	39,314	36,759	34,162	34,162	129,060	50,056	375,255	
Total Principal and Interest	\$ 109,072	\$ 113,172	\$ 112,046	\$ 110,921	\$ 109,797	\$ 109,797	\$ 508,335	\$ 457,407	\$ 1,520,750	

City of Effingham, Kansas

Regulatory-Required

Supplementary Information

For the year ended December 31, 2014

CITY OF EFFINGHAM, KANSAS
Summary of Expenditures - Actual and Budget
For the Year Ended December 31, 2014

Funds	Certified Budget	Adjustments to Comply with Legal Max	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
Governmental Type Funds						
General Funds						
General	\$ 358,487	\$ 0	\$ 0	\$ 358,487	\$ 215,866	\$ (142,621)
Special Purpose Funds						
Fire Equipment	1,162	0	0	1,162	0	(1,162)
Employee Benefits	35,485	0	0	35,485	34,982	(503)
Streets	123,103	0	0	123,103	59,406	(63,697)
Library	14,696	0	0	14,696	13,564	(1,132)
Fire Station	8,606	0	0	8,606	269	(8,337)
Bond and Interest Fund						
Bond and Interest	34,469	0	0	34,469	28,590	(5,879)
Business Funds						
Water Utility	401,905	0	0	401,905	150,718	(251,187)
Sewer Utility	220,884	0	0	220,884	89,228	(131,656)
Pool	114,315	0	0	114,315	71,180	(43,135)

CITY OF EFFINGHAM, KANSAS
GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2014

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 95,399	\$ 101,886	\$ (6,487)
Delinquent tax	1,206	3,400	(2,194)
Motor vehicle tax	16,470	16,476	(6)
RV tax	270	294	(24)
16/20M vehicle tax	534	528	6
Franchise fees	26,762	25,000	1,762
Sales tax	55,547	72,000	(16,453)
City/County revenue sharing			0
Interest income	160		160
Miscellaneous revenues	6,131		6,131
Operating transfers	<u>30,000</u>	<u>42,000</u>	<u>(12,000)</u>
 Total Cash Receipts	 <u>232,479</u>	 <u>261,584</u>	 <u>(29,105)</u>
EXPENDITURES			
General government			
Personnel services	62,649	85,000	(22,351)
Commodities	45,272	45,000	272
Contractual	47,536	50,000	(2,464)
County sales tax	20,057	25,000	(4,943)
Highways and streets			0
Neighborhood revitalization rebate		5,062	(5,062)
Capital outlay	5,352	115,000	(109,648)
Operating transfers	35,000	33,425	1,575
Adjustment for qualifying budget credits			<u>0</u>
 Total Expenditures	 <u>215,866</u>	 <u>\$ 358,487</u>	 <u>\$ (142,621)</u>
 Receipts Over (Under) Expenditures	 16,613		
Unencumbered Cash, Beginning	82,549		
Prior Year Cancelled Encumbrances	<u>0</u>		
 Unencumbered Cash, Ending	 <u>\$ 99,162</u>		

CITY OF EFFINGHAM, KANSAS
SPECIAL PURPOSE FUND
 FIRE EQUIPMENT FUND
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended December 31, 2014

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 176	\$	\$ 176
Delinquent tax	81		81
Motor vehicle tax	1,120	1,107	13
RV tax	18	20	(2)
16/20M vehicle tax	38	35	3
Interest income			0
Miscellaneous revenues			0
Operating transfers			0
	<u>1,433</u>	<u>1,162</u>	<u>271</u>
EXPENDITURES			
General administration		1,162	(1,162)
Capital outlay			0
Neighborhood revitalization rebate			0
Operating transfers			0
Adjustment for qualifying budget credits			0
	<u>0</u>	<u>\$ 1,162</u>	<u>\$ (1,162)</u>
Total Expenditures			
	<u>0</u>	<u>\$ 1,162</u>	<u>\$ (1,162)</u>
Receipts Over (Under) Expenditures	1,433		
Unencumbered Cash, Beginning	0		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 1,433</u>		

CITY OF EFFINGHAM, KANSAS
SPECIAL PURPOSE FUND
EMPLOYEE BENEFIT FUND
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended December 31, 2014

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 27,871	\$ 29,893	\$ (2,022)
Delinquent tax	338	750	(412)
Motor vehicle tax	4,176	4,612	(436)
RV tax	68	82	(14)
16/20M vehicle tax	428	148	280
Interest income			0
Miscellaneous revenues	2,101		2,101
Operating transfers			0
	<u>34,982</u>	<u>35,485</u>	<u>(503)</u>
Total Cash Receipts			
	<u>34,982</u>	<u>35,485</u>	<u>(503)</u>
EXPENDITURES			
Payroll taxes	9,719	9,000	719
Retirement	8,697	6,500	2,197
Health Insurance	16,566	18,500	(1,934)
Workman's compensation			0
Neighborhood revitalization rebate		1,485	(1,485)
Operating transfers			0
Adjustment for qualifying budget credits			0
	<u>34,982</u>	<u>\$ 35,485</u>	<u>\$ (503)</u>
Total Expenditures			
	<u>34,982</u>	<u>\$ 35,485</u>	<u>\$ (503)</u>
 Receipts Over (Under) Expenditures	 0		
Unencumbered Cash, Beginning	0		
Prior Year Cancelled Encumbrances	0		
	<u>0</u>		
 Unencumbered Cash, Ending	 \$ <u>0</u>		

CITY OF EFFINGHAM, KANSAS
SPECIAL PURPOSE FUND
 STREETS FUND
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended December 31, 2014

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 11,431	\$ 12,131	\$ (700)
Delinquent tax	338	300	38
Motor vehicle tax	4,176	1,826	2,350
RV tax	68	33	35
16/20M vehicle tax	428	58	370
Fuel tax	13,951	14,210	(259)
Sales tax	23,866	20,000	3,866
Bond proceeds			0
Interest income			0
Miscellaneous revenues	2,574		2,574
Operating transfers			0
	<u>56,832</u>	<u>48,558</u>	<u>8,274</u>
EXPENDITURES			
Street project			0
Streets	59,406	122,500	(63,094)
Neighborhood revitalization rebate		603	(603)
Operating transfers			0
Adjustment for qualifying budget credits			0
	<u>59,406</u>	<u>\$ 123,103</u>	<u>\$ (63,697)</u>
Receipts Over (Under) Expenditures	(2,574)		
Unencumbered Cash, Beginning	93,272		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 90,698</u>		

CITY OF EFFINGHAM, KANSAS
SPECIAL PURPOSE FUND
 LIBRARY FUND
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended December 31, 2014

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 11,618	\$ 12,500	\$ (882)
Delinquent tax	139	200	(61)
Motor vehicle tax	1,737	1,901	(164)
RV tax	29	34	(5)
16/20M vehicle tax	41	61	(20)
Federal grants			0
State aid/grants			0
Interest income			0
Miscellaneous revenues			0
Operating transfers			0
	<u>13,564</u>	<u>14,696</u>	<u>(1,132)</u>
EXPENDITURES			
General government	13,564	14,075	(511)
Capital outlay			0
Neighborhood revitalization rebate		621	(621)
Operating transfers			0
Adjustment for qualifying budget credits			0
	<u>13,564</u>	<u>\$ 14,696</u>	<u>\$ (1,132)</u>
Receipts Over (Under) Expenditures	-		
Unencumbered Cash, Beginning	0		
Prior Year Cancelled Encumbrances	0		
	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>0</u>		

CITY OF EFFINGHAM, KANSAS
SPECIAL PURPOSE FUND
 FIRE STATION FUND
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended December 31, 2014

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
CASH RECEIPTS			
Utility reimbursements	\$ 4,665	\$ 2,500	\$ 2,165
Interest income			0
Miscellaneous revenues			0
Operating transfers			0
	<u>4,665</u>	<u>2,500</u>	<u>2,165</u>
EXPENDITURES			
General government	269	8,606	(8,337)
Capital outlay			0
Operating transfers			0
Adjustment for qualifying budget credits			0
	<u>269</u>	<u>\$ 8,606</u>	<u>\$ (8,337)</u>
Total Expenditures			
	<u>269</u>	<u>\$ 8,606</u>	<u>\$ (8,337)</u>
 Receipts Over (Under) Expenditures	 4,396		
Unencumbered Cash, Beginning	3,864		
Prior Year Cancelled Encumbrances	<u>0</u>		
 Unencumbered Cash, Ending	 <u>\$ 8,260</u>		

CITY OF EFFINGHAM, KANSAS
BUSINESS FUND
 WATER UTILITY FUND
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended December 31, 2014

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>(Under)</u>
CASH RECEIPTS			
Charges for services	\$ 140,217	\$ 155,000	\$ (14,783)
Interest income	261		261
Miscellaneous revenues	895		895
Operating transfers			<u>0</u>
Total Cash Receipts	<u>141,373</u>	<u>155,000</u>	<u>(13,627)</u>
EXPENDITURES			
Production			
Personnel services	30,391	30,000	391
Commodities	17,284	30,000	(12,716)
Contractual	20,632	10,000	10,632
Capital outlay	2,868	235,159	(232,291)
Debt service	52,746	52,746	0
Operating transfers	26,797	44,000	(17,203)
Adjustment for qualifying budget credits			<u>0</u>
Total Expenditures	<u>150,718</u>	<u>\$ 401,905</u>	<u>\$ (251,187)</u>
Receipts Over (Under) Expenditures	(9,345)		
Unencumbered Cash, Beginning	236,234		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 226,889</u>		

CITY OF EFFINGHAM, KANSAS
BUSINESS FUND
 SEWER UTILITY FUND
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended December 31, 2014

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Charges for services	\$ 75,530	\$ 75,000	\$ 530
Interest income	187		187
Miscellaneous revenues			0
Operating transfers.			0
	<u>75,717</u>	<u>75,000</u>	<u>717</u>
EXPENDITURES			
Production			
Personnel services	19,785	30,000	(10,215)
Commodities	5,262	10,000	(4,738)
Contractual	22,085	20,000	2,085
Capital outlay		126,035	(126,035)
Debt service	14,096	14,849	(753)
Operating transfers	28,000	20,000	8,000
Adjustment for qualifying budget credits			0
	<u>89,228</u>	<u>\$ 220,884</u>	<u>\$ (131,656)</u>
Receipts Over (Under) Expenditures	(13,511)		
Unencumbered Cash, Beginning	166,581		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 153,070</u>		

CITY OF EFFINGHAM, KANSAS
BUSINESS FUND
 POOL FUND
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended December 31, 2014

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>(Under)</u>
CASH RECEIPTS			
Charges for services	\$ 12,265	\$ 18,000	\$ (5,735)
Interest income			0
Miscellaneous revenues			0
Operating transfers	<u>59,797</u>	<u>85,425</u>	<u>(25,628)</u>
Total Cash Receipts	<u>72,062</u>	<u>103,425</u>	<u>(31,363)</u>
EXPENDITURES			
Recreation			
Personnel services	16,132	25,000	(8,868)
Commodities	9,623	35,000	(25,377)
Contractual		8,890	(8,890)
Capital outlay			0
Debt service	45,425	45,425	0
Operating transfers			0
Adjustment for qualifying budget credits			<u>0</u>
Total Expenditures	<u>71,180</u>	<u>\$ 114,315</u>	<u>\$ (43,135)</u>
Receipts Over (Under) Expenditures	882		
Unencumbered Cash, Beginning	200		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 1,082</u>		

CITY OF EFFINGHAM, KANSAS
BOND AND INTEREST FUND
 BOND AND INTEREST FUND
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended December 31, 2014

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 24,741	\$ 27,055	\$ (2,314)
Delinquent tax	822	700	122
Motor vehicle tax	4,121	4,341	(220)
RV tax	68	77	(9)
16/20M vehicle tax	113	139	(26)
Interest income	25		25
Miscellaneous revenues	4		4
Operating transfers			0
	<u>29,894</u>	<u>32,312</u>	<u>(2,418)</u>
EXPENDITURES			
General administration			0
Debt service	28,590	31,125	(2,535)
Cash basis reserve		2,000	(2,000)
Neighborhood revitalization rebate		1,344	(1,344)
Operating transfers			0
Adjustment for qualifying budget credits			0
	<u>28,590</u>	<u>\$ 34,469</u>	<u>\$ (5,879)</u>
Receipts Over (Under) Expenditures	1,304		
Unencumbered Cash, Beginning	1,982		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 3,286</u>		

CITY OF EFFINGHAM, KANSAS
RELATED MUNICIPAL ENTITY
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
 Regulatory Basis
 For the Year Ended December 31, 2014

	Component Unit: <u>Library</u>
CASH RECEIPTS	
Federal grants	\$ 0
State aid/grants	11,398
City appropriation	13,564
Donations	3,581
Interest income	2
Miscellaneous revenues	2,260
Operating transfers	
	<hr/>
Total Cash Receipts	<u>30,805</u>
EXPENDITURES	
Operations	
Personnel services	19,771
Commodities	8,464
Contractual	3,475
Capital outlay	
Operating transfers	
Adjustment for qualifying budget credits	
	<hr/>
Total Expenditures	<u>31,710</u>
Receipts Over (Under) Expenditures	(905)
Unencumbered Cash, Beginning	3,858
Prior Year Cancelled Encumbrances	<u>0</u>
Unencumbered Cash, Ending	\$ <u><u>2,953</u></u>